



United States Department of the Interior

GEOLOGICAL SURVEY

RECEIVED

SEP 10 1973

P. O. Drawer U
Artesia, New Mexico 88210

D. C. C.
ARTESIA, OFFICE

August 30, 1973

Mr. R. J. Zonne
Post Office Box 964
Midland, Texas 79701

Dear Mr. Zonne:

Re: NM 0417385-B

Receipt is acknowledged of your "Application for Permit to Drill" dated August 27, 1973, covering your No. 1 Federal "B" well on the subject land in the SW 1/4 sec. 25, T. 22 S., R. 31 E., wildcat area, Eddy County, New Mexico.

Your proposed work is hereby approved subject to compliance with the provisions of the "Oil and Gas Operating Regulations" a copy of which will be sent you on request, and subject to the following conditions:

1. Drilling operations so authorized are subject to the attached sheet for general conditions of approval.
2. Progress reports should be submitted daily beginning with the spudding of the well and continuing until the well is completed. If operations on the well are conducted less than 24 hours per day, show number of hours worked.
3. Obtain further approval from this office before running the 7-5/8" string of casing which must be properly cemented prior to penetrating the Strawn formation.

You are reminded the lease will terminate August 31, 1973, unless the rentals are timely paid.

Sincerely yours,

(Orig. Sgd.) JAMES A. KNAUF

James A. Knauf
District Engineer